Karoo Hoogland Municipality Notes to the Financial Statements for the year ended 30 June 2014

	2014 R	2013 R
Financial assets exposed to credit risk at year end are as follows:		
Long term receivables	5 507 578	4 566 180
Receivables from exchange transactions	228 566	203 412
Receivables from non-exchange transactions	1 441 030	2 027 152
Cash and cash equivalents	3 131 182	658 238
Unpaid conditional grants and subsidies	415 639	415 639
	10 723 994	7 870 621

(e) Liquidity risk

Prudent liquidity risk management implies maintaining sufficient cash, the availability of funding through an adequate amount of committed credit facilities. Due to the dynamic nature of the underlying business, the treasury maintains flexibility in funding by maintaining availability under the credit lines.

The entity's risk to liquidity is a result of the funds available to cover future commitments. The Municipality manages liquidity risk through an on-going review of future commitments and credit facilities.

The table below analyses the entity's financial liabilities into relevant maturity groupings based on the remaining period at the financial year end to the contractual maturity date. The amounts disclosed in the table are the contractual undiscounted cash flows. Balances due within 12 months equal their carrying balances as the impact of discounting is not significant.

	Karoo Hoogland Municipality		
	Notes to the Financial Statements for the year ended 30	June 2014	
		2014	2013
		R	R
41	Financial Instruments		
	In accordance with GRAP 104 the financial instruments of the		
	municipality are classified as follows:		
41.1	Financial accets		
41.1	<u>Financial assets</u>		
	Financial instruments at amortised cost		
	Long term receivables	5 507 578	4 566 180
	Receivables from exchange transactions	228 566	203 412
	Current portion of long term receivables		
	Cash and cash equivalents	3 131 182	658 238
	Unpaid conditional grants	415 639	415 639
	Total carrying amount of financial assets	9 282 965	5 843 469
42.2	Financial liability		
	Financial instruments at amortised cost		
	Long term liabilities	2 170 439	2 253 665
	Payables from exchange transactions	6 988 166	10 540 074
	Current portion of long term liabilities	83 226	74 965
	Cash and cash equivalents		
	Unspent public contributions		
		9 241 830	12 868 704
43	Events after the reporting date		
	No such instances.		
44	In-kind Donations and Assistance		
	The municipality did not receive any in-kind donations or assistance		
	during the year under review.		

Karoo Hoogland Municipality Notes to the Financial Statements for the year ended 30 June 2014

2014 R 2013 R

45 Private Public Partnerships

Council has not entered into any private public partnerships during the financial year.

46 Contingent Liability

Claims against Council

3 000 000

3 000 000

The claims above relates to summonses issued against Council after the Labour Court set aside the suspension of senior officials as unlawful.

47 Related Parties

Key Management and Councillors receive and pay for services on the same terms and conditions as other ratepayers/residents.

47.1 Related party transactions

SJ van Schalwyk

Soek n Slapie Guest House

420

1 549

	Rates levied 1 July 2012 to 30 June 2013	Service charges 1 July 2012 to 30 June 2013	Other charges	Outstanding balances at
	R	R R	30 June 2013 R	30 June 2013 R
Year ended 30 June 2014				
Councillors	8 281	29 616		2 569
Municipal Manager and Section 57 Personnel		13 183	21 780	
Year ended 30 June 2013				
Councillors	11 008	29 457		11 276
Municipal Manager and Section 57 Personnel		22 869	21 780	4 332

The rates, service charges and other charges are in accordance with approved tariffs that were advertised to the public. No bad debt expenses have been recognised in respect of amounts owed by related parties.

47.2

Related party loans

None

47.3

Compensation of key management personnel

The compensation of key management personnel is set out in note 23 to the Annual Financial Statements.

	Balance at 30/06/2014	2 871 632	2 871 632
	Redeemed Ba written off 30 during the	145 397	145 397
	Received during the period		
APPENDIX A - Unaudited KAROO HOOGLAND MUNICIPALITY SCHEDULE OF EXTERNAL LOANS AS AT 30 JUNE 2014	Balance at 30/06/2013 Restated	3 017 029	3 017 029
APPENDIX A - Unaudited KAROO HOOGLAND MUNICIPALITY DULE OF EXTERNAL LOANS AS AT 30 JI	Balance at 30/06/2013	3 017 029	3 017 029
SCHE	Redeemable	31 December 2026	1 1
	Number	102367/1	
	Rate	2%	
	EXTERNAL LOANS	ANNUITY LOAN DBSA	Total Annuity Loans

APPENDIX B - Unaudited KAROO HOOGLAND MUNICIPALITY DISCLOSURES OF GRANTS AND SUBSIDIES IN TERMS OF SECTION 123 OF MFMA, 56 OF 2003

R UNSPENT CONDITIONAL GOVERNMENT GRANTS AND RECEIPTS National Government Grants Integrated Electrification Programme Financial Management Grant Municipal Systems Improvement Grant LG SETA Skills Development Grant Total National Government Grant	year						CONTRACTOR OF THE PARTY OF THE		5
IMEN T	уеаг	ot error	Expenditure	Expenditure	Expenditure	Withheld	30 Junie 2014	30 Junie 2014	30 Junie 2014
TWENT			during the	during the	during the			(Creditor)	(Debtor)
THEN T			year	year	year				
to IMENT			Transferred	Transferred	Transferred				
to to the state of			to Revenue	to Revenue	to Revenue				
UNSPENT CONDITIONAL GOVERNMENT GRANTS AND RECEIPTS National Government Grants Integrated Electrification Programme Financial Management Grant Municipal Systems Improvement Grant LG SETA Skills Development Grant Total National Government Grants	œ	œ	œ	ĸ		œ	œ	œ	œ
National Government Grants Integrated Electrification Programme Financial Management Grant Municipal Infrastructure Grant Municipal Systems Improvement Grant LG SETA Skills Development Grant Total National Government Grants									
National Government Grants Integrated Electrification Programme Financial Management Grant Municipal Systems Improvement Grant LG SETA Skills Development Grant Total National Government Grants									
Integrated Electrification Programme Financial Management Grant Municipal Infrastructure Grant Municipal Systems Improvement Grant LG SETA Skills Development Grant Total National Government Grants									
Financial Management Grant Municipal Infrastructure Grant Municipal Systems Improvement Grant LG SETA Skills Development Grant Total National Government Grants	1 000)(je:	e		E	î	1 000.00	1 000.00	,
Municipal Infrastructure Grant Municipal Systems Improvement Grant LG SETA Skills Development Grant Total National Government Grants	1 651 000.00	x	1 650 000.00		1 650 000.00	ä	1 000.00	1 000.00	э
Municipal Systems Improvement Grant LG SETA Skills Development Grant Total National Government Grants	12 033 282.80	я	1 765 354.18	10 266 928.62	12 032 282.80	ì	1 000.00	1 000.00	10
LG SETA Skills Development Grant Total National Government Grants	891 000.00	r	890 000 00		890 000 008	ï	1 000.00	1 000.00	(*
Total National Government Grants .	37 327.79	1	37 327.79		37 327.79	ā	•	1	(3)
	14 613 610.59	(13 10)	4 342 681.97	10 266 928.62	14 609 610.59	£	4 000.00	4 000.00	•
Provincial Government Grants			200 200 200 200 200						
Works Programme		er.	1 000 000.00		1 000 000.00	Ė	1 000.00	1 000.00	
Library Services (415 639.42)	2) 902 000.00	r	901 000.00	0	901 000.00	1	(414 639.42)	1 000.00	(415 639.42)
Total Provincial Government Grants (415 639.42)	2) 1 903 000.00	,	1 901 000.00	*	1 901 000.00	•	(413 639.42)	2 000.00	(415 639.42)
Other Grants									
District Municipality Surplus funds	24 369.49	٠	24 369.49	ï	24 369.49	9	•	,	3
NALA	3	a	100	Ü		90	î	¢	r
Total Other Grants	24 369.49	E	24 369.49		24 369.49		ï		
Equitable Share	13 390 000 00		13 390 000 00		13 390 000 00				
TOTAL GOVERNMENT GRANTS (415 639.42)			19 658 051.46	10 266 928.62	29 924 980.08		(409 639.42)	0000009	(415 639.42)